

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot market on Monday amid higher arrivals.
- As per data released by Baker Hughes the number of oil rigs in USA has decreased to 946 as on 02nd February 2018 down by 1 compared to last week and up by 217 compared to 03rd February 2017. The total number of oilrigs was recorded at 2089 worldwide in December'17 compared to 1772 in the same month last year. Guar gum is used in hydraulic fracturing for extracting oil and gas; therefore, demand for guar gum is also affected depending on the increase or decrease of the number of oilrigs.
- Guar February future contract closed at Rs 4671 per quintal after touching high of Rs 4737 per quintal. It was higher by around Rs 50.5 per quintal compared to previous week. Traders are advised to buy on dip of Rs 150-200 per quintal for a target price of Rs 5000-5100 per quintal on upper side in long term. Market is expected to remain steady to firm in coming days with slight corrections due to lower arrivals and good export demand.
- As per millers recovery of guar gum from guar seed is coming around 30.5-31.5 kg of guar gum this year compared to around 32 kg last year. Export demand for guar gum is good due to recovery in oil prices. As of now guar gum prices in Jodhpur are hovering around Rs 10000-10500 per kg.
- All India average monthly prices for guar seed increased by 15.00 percent from Rs 3386.62 in December to Rs 3894.68 per qtl in January-2018. Average price (January) is higher by 16.81 percent compared to price (Rs 3334.1 per qtl.) registered in January -2017. Guar prices are expected to remain steady to firm in coming month.
- Guar seed future market is moving from range bound within Rs 4530-4730 per quintal. Production of guar is lower in 2017-18 compared to last year due to lower acreage. Carryover stocks have also decreased due to higher exports compared to last year. As per trade sources, prices are expected to remain firm in near future due to good export demand.
- As per latest update India has exported around 322 thousand tonnes of guar gum during April-November 2017-18 compared to 231 thousand tonnes during the same period in 2016-17. In terms of value guar gum worth USD 401 million has exported during April-November 2017-18 compared to USD 262 million during the same period in 2016-17. In 2017-18 more than 55 percent has been exported to United States and rest to Norway, Russia, Germany, etc. Exports are likely to stay at higher side in near future.
- The wholesale price index of guar seed has increased from 84.5 in November 2017 to 90.00 in December 2017. The WPI for December 2017 is up by 6.51 percent compared to previous month and by 21.29 percent compared to December 2016.

Outlook: Prices are likely to move steady to firm in coming days.

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Feb-18	-141	4656	4667.5	4564	4564	61370	-29,310	87520	-9,040
Mar-18	-143	4732.5	4732.5	4625	4625	127880	-21,380	151190	16,480

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Feb-18	-298	10280	10371	10082	10095	16860	-5,385	14010	-4,020
Mar-18	-311	10442	10520	10229	10229	38810	-3,590	65060	1,675

Guar Seed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	3-Feb-18	3-Feb-18	3-Feb-18	29-Jan-18
Bikaner	16557	90	16647	15965
Deesa	14043	630	14673	13723
Sri Ganganagar	4632	0	4632	4572
Jodhpur	792	0	792	784
Nokha	0	10	10	10

Guar Gum Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	3-Feb-18	3-Feb-18	3-Feb-18	29-Jan-18
Deesa	398	20	418	388
Bikaner	7153	80	7233	7044
Jodhpur	16420	129	16549	16299
Nokha	7443	0	7443	7569
Sri Ganganagar	1344	140	1484	1223

Churi and Korma Prices: As On 5 th February, 2018		
Commodity	Center	Rs/75 Kg
Churi	Jodhpur	1630
Korma	Jodhpur	2175
Churi	Sri Ganganagar	1493
Korma	Sri Ganganagar	2025

Guar Export Prices: As On 5th February, 2018

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		102	1593
Guargum Powder	200 Mesh 5000 CPS	122	1906
	200 Mesh 3500 CPS	1828	1824
Guargum Meal	Meal 40%	22	344
	Meal 50%	29	453

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			5-Feb-18	3-Feb-18	
Rajasthan	Jodhpur	Jodhpur (Loose)	4650	4600	50
		Jodhpur(Delivery)	4883	4830	53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	4400	4425	-25
		Sri-Ganganagar (Delivery)	4550	4575	-25
		Rawla (Loose)	4430	4480	-50
		Gharsana (Loose)	4370	4430	-60
		Raisinghnagar (Loose)	4450	4525	-75
	Bikaner	Bikaner (Loose)	4450	4500	-50
		Bikaner (Delivery)	4673	4725	-53
		Nokha(Loose)	4430	4425	5
		Nokha (Delivery)	4652	4646	5
		Khajuwala (Loose)	4434	4470	-36
		Khajuwala (Delivery)	4656	4694	-38
		Lunkaransar (Loose)	4450	4525	-75
	Hanumangarh	Hanumangarh (Loose)	4450	4450	Unch
		Hanumangarh (Delivery)	4673	4673	Unch
		Nohar (Loose)	4550	4600	-50
		Pilibanga (Loose)	4350	4525	-175
	Nagaur	Nagaur (Loose)	4500	4600	-100
	Churu	Churu (Delivery)	4600	NR	-
	Alwar	Alwar (Loose)	4200	NR	-
Haryana	Hisar	Adampur (Loose)	4457	4525	-68
		Adampur (Delivery)	4680	4751	-71
	Bhiwani	Bhiwani (Delivery)	4600	4725	-125
		Siwani (Loose)	4580	4620	-40
	Sirsa	Sirsa (Loose)	4425	4520	-95
		Dhabwali (Loose)	4425	4430	-5
		Dhabwali (Delivery)	4646	4652	-5
		Ellanabad (Loose)	4500	4425	75

	Fatehabad	Fatehabad (Loose)	NR	4450	-
Gujarat	Banaskantha	Deesa (Loose)	4200	NR	-
	Patan	Patan (Loose)	4295	4300	-5
	Rajkot	Rajkot (Loose)	4290	4335	-45
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	10350	10500	-150
	Alwar	Alwar	10300	NR	-
	Hanumangarh	Nohar	10300	10400	-100
Haryana	Bhiwani	Bhiwani	9850	9150	700
	Sirsa	Sirsa	10200	10300	-100
		Dhabwali	10300	10300	Unch
		Ellanabad	10250	10400	-150
	Fatehabad	Fatehabad	NR	10400	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			5-Feb-18	3-Feb-18	
Rajasthan	Jodhpur	Jodhpur	NA	NA	-
	Sri-Ganganagar	Sri-Ganganagar	500	400	100
		Rawla	250	400	-150
		Gharsana	200	250	-50
		Raisinghnagar	200	500	-300
	Bikaner	Bikaner	400	400	Unch
		Nokha	800	800	Unch
		Khajuwala	700	500	200
		Lunkaransar	400	500	-100
	Hanumangarh	Hanumangarh	25	50	-25
		Nohar	600	600	Unch
		Pilibanga	150	200	-50
	Nagaur	Nagaur	400	700	-300
	Churu	Churu	600	NR	-
	Alwar	Alwar	300	NR	-
Haryana	Hisar	Adampur	2000	1500	500
	Bhiwani	Bhiwani	1000	1000	Unch
		Siwani	800	800	Unch
	Sirsa	Sirsa	800	1000	-200
		Dhabwali	200	150	50

		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	NR	100	-
Gujarat	Banaskantha	Deesa	3	NR	-
	Patan	Patan	178	197	-19
	Rajkot	Rajkot	70	240	-170
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			10676	10387	289

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